TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 1099 - HB 1352

April 21, 2009

SUMMARY OF AMENDMENT (006130): Adds language to the original bill to restrict the expansion of services to governmental, educational, or health care customers or to commercial or industrial customers.

FISCAL IMPACT OF ORIGINAL BILL:

Increase Local Revenue – Exceeds \$100,000/Permissive Increase Local Expenditures – Exceeds \$100,000/Permissive

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase Local Revenue – Exceeds \$50,000/Permissive Increase Local Expenditures – Exceeds \$50,000/Permissive

Assumptions applied to amendment:

- This amendment will restrict the size of the customer base.
- Utilities must recover their costs through rates charged to customers. Any increase in expenditures for obtaining the consent of other municipal electric systems and for installing infrastructure will require additional revenue from customers.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

/kmc